

PUBLIC UTILITIES COMMISSION

City and County of San Francisco

RESOLUTION NO. **09-0011**

WHEREAS, PG&E provides transmission and distribution service to the City and County of San Francisco pursuant to the Amended Interconnection Agreement (Amended IA); and

WHEREAS, Section 3.3 of the Amended IA provides for the interconnection of City facilities to PG&E's distribution and transmission systems; and

WHEREAS, in FERC Docket No. ER05-516-000, *et al.*, the City challenged and protested PG&E's treatment of the interconnection of City facilities; and

WHEREAS, in April 2008, PG&E returned to the City overcharges of \$513,177.67, related to the interconnection of City facilities; and

WHEREAS, after extensive negotiations, the City and PG&E reached a settlement and agreed to further revise the procedures for the interconnection of the City's facilities, and the settlement will be presented to the San Francisco Board of Supervisors for its approval; and

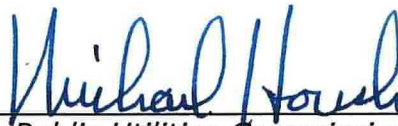
WHEREAS, the Revised Procedures clarify how applications for new service interconnections or for changes to existing service are submitted, raise the threshold for projects that will be subject to financial true up, clarify how construction costs are to be pro-rated in the true-up process, establish fixed costs for simple traffic signal connections, and establish a dispute resolution process; and

WHEREAS, the Revised Procedures also set forth certain additional matters resolved or clarified between PG&E and the City including that 1) with respect to the 1939 Franchise Agreement between the Parties, all streets, including streets in City parks, are covered by the Franchise Agreement; 2) the Water Department, a division of the San Francisco Public Utilities Commission, is a department of the City; 3) public schools projects are not City projects unless the project is undertaken by the City under its governmental authority; and 4) PG&E, at its own expense, must remove or relocate its facilities when the relocation is required by work being performed by a City contractor; now therefore be it

RESOLVED, That this Commission has reviewed the Revised Procedures for Implementation of Section 3.3 of the Amended Interconnection Agreement Between PG&E and the City and County of San Francisco and agrees with the staff recommendations to approve them; and, be it

FURTHER RESOLVED, That this Commission hereby approves the REVISED PROCEDURES FOR IMPLEMENTATION OF SECTION 3.3 OF THE AMENDED INTERCONNECTION AGREEMENT BETWEEN PG&E AND THE CITY AND COUNTY OF SAN FRANCISCO and recommends that the San Francisco Board of Supervisors should also approve them.

I hereby certify that the foregoing resolution was adopted by the Public Utilities Commission at its meeting of January 13, 2009

A handwritten signature in blue ink, appearing to read "Michael H. Housh", is written over a horizontal line.

Secretary, Public Utilities Commission